

# **Accounting and Auditing Policy Committee Credit Reform Task Force**

## **Issue Paper**

**REFERENCE NO:** 98-CR-1

**DATE:** September 22, 1998

**SUBJECT:** Classification and Accounting for Receipt Accounts  
Under Credit Reform

### **Issue**

The Task Force was asked to explain the budget and financial reporting requirements for special fund receipt accounts that record negative subsidies and downward reestimates, and for escrow funds that are held on deposit outside of Treasury in a private bank.

### **Work of Subgroup**

The Task Force discussed this issue at a meeting on February 18, 1998. It was agreed that a subgroup (representatives from OMB and Treasury) would draft a response to these questions, specifically addressing the issue of maintaining balances in negative subsidy receipt accounts. The subgroup's findings and recommendations are discussed below.

### **Recommendations**

1. Convert existing special fund receipt accounts for negative subsidies and downward reestimates to general fund receipt accounts, except where OMB has given advance approval to continue using a special fund receipt account. An exception would be, for example, where there is a specific legal requirement for the credit program to maintain a certain level of reserves, such as for FHA's MMI (Mutual Mortgage Insurance) fund.
2. In a credit agency's accounting system, the Standard General Ledger account 1010 Fund Balance with Treasury would reflect only the amounts in program accounts, financing accounts, or special fund expenditure accounts. Amounts that have been paid to a miscellaneous receipt account in the Treasury's general fund on the 224 are not part of the agency's fund balance. The SF-2108 reflects only amounts in expenditure accounts. Therefore, balances in special fund receipt accounts are not included on the SF 2108. Agencies should, however,

reconcile amounts in the special fund receipt accounts using the Receipt Account Trial Balance provided monthly by Treasury.

3. Escrow Fund transactions will be covered in an issue paper at a later date. Individual escrow issues will be handled on an agency by agency basis.
4. The Consolidated Financial Statement will use the same reporting definitions and procedures as individual agencies.

## **Background**

When a credit program has a negative subsidy or makes a downward reestimate of the subsidy expense for an outstanding cohort of direct loans or loan guarantees, the budget records the negative subsidy or downward reestimate as offsetting receipts. Circular A-11 requires the offsetting receipts to be deposited in a special fund receipt account for that credit program. The receipts are unavailable for obligation until they are appropriated. Any unappropriated receipts add to the special fund's receipt balance.

In most cases, Congress has not appropriated these special fund receipts because they have no scoring incentive to do this. General fund appropriations and special fund appropriations have the same scoring impact under the Budget Enforcement Act, so Congress usually makes general fund appropriations. As a result, balances in the credit special funds have accumulated. Credit agencies report that this creates accounting problems for them. In particular, it requires them to track the balances and to report on them as part of the agency's assets in its financial statements, even though they do not have use of the funds.

When Congress appropriates the funds from special fund receipt accounts, they are warranted from the Special Fund Receipt account to the Special Fund Expenditure account.

## **Discussion**

### **Special Fund Receipt Accounts**

There is no value in general from a budgetary perspective to depositing negative subsidies and downward reestimates in special fund receipt accounts, and it is not a requirement of the FCRA (Federal Credit Reform Act). The only time it appears to be useful is when the credit program must meet a specific statutory reserve requirement, as in the case of FHA's MMI fund. In these cases, the special fund receipt account allows the balances to accumulate and count toward the reserve, while a general fund receipt account would not accumulate balances.

Balances in special fund receipt accounts belong to the agency and should be reflected on the agency's financial statements. However, agencies cannot use special

fund receipts until they have been appropriated, so they do not belong to the agency in a literal sense. At the February 18 meeting, representatives of the credit agencies suggested that the balances be swept each year, much like liquidating account balances are swept. The subgroup recommends accomplishing this same result by a different method -- replacing the special fund receipt accounts with general fund receipt accounts (except in a few instances where special funds are needed). This would eliminate the need to sweep balances, since general fund receipts are deposited automatically in the general fund and do not accumulate as balances in the receipt account. Balances of the existing special funds would be swept automatically to the general fund when the special fund receipt accounts are eliminated.

#### Reporting Interest Expense

Agencies will use the same procedures for reporting interest expense and payments to Treasury as any other 224 payments to the Treasury's general fund.

#### Reporting on Escrowed Payments of Property Taxes and Insurance

As stated above Escrow Fund transaction will be covered in another issue paper at a later date. In the meantime, individual agency questions will be dealt with as they arise.

#### **Disposition:**

We agree to the following resolution of this issue. OMB will determine which accounts should be converted to general fund receipt accounts and will set up the series and title of the accounts. There will be one general fund receipt account established for each credit program, unless OMB approves additional accounts. The Finance Management Branch (FMS) will establish the requested account series and proper general fund receipt accounts and will discontinue the credit reform special fund receipt accounts. The Financial Standards and Reporting Division (FMS) will develop and publish appropriate agency guidance in the form of illustrative case studies. The Budget Reports Branch (FMS) will ensure that accounts are converted, reported, and tracked in accordance with OMB needs. These procedures will be published in appropriate literature; the TFM for FMS and A-11 for OMB. This paper will serve as

notice to agencies to be aware of these changes to ensure compliance. The SGL IRC is in the process of developing more general guidelines for receipt account issues. We will limit our proposals to those issues that affect credit agencies, while ensuring coordination and compatibility overall.

James Short  
Chair, AAPC Credit Reform Task Force

Attachments - abbreviated accounting illustrations

**Direct Loan Program  
Positive Subsidy  
ILLUSTRATION I  
General Fund**

The following illustration is greatly condensed. After agreement on the proper treatment of these issues, we will provide a case study with much more detail and explanation. Many of the steps that are not directly affected by these proceedings have been skipped for brevity. Our illustration will concentrate on reestimates and present the proper budgetary and proprietary treatment for agency's use of the proposed new General Fund Receipt accounts and the Special Fund Receipt accounts. The majority of agencies will use General Fund Receipts accounts. Discretionary programs may use Special Fund Receipt accounts only with OMB approval.

A discretionary loan program receives a \$50 subsidy appropriation for a direct loan with a face value of \$175. The program account records the subsidy appropriation. The financing account records the anticipated collection of the subsidy payment from the program account, anticipated fees collected from the borrower, and borrowing authority for the non-subsidized portion of the loan.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> 4115 Appropriation            50 4450 Unapportioned            50	<u>SF-133 tx's</u> 4142 Borrow Auth            100 4060 Antic NonFED Coll    75 4070 Antic Fed Coll        50 4450 Unapportioned            225	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> 1010 Fund Bal/Treas        50 3100 Approp Cap            50	<u>Proprietary</u> 1010 Fund Bal/Treas        100 2510 Prin Pay Treas(G)    100	<u>Proprietary</u> no entry

### Agency Disburses Direct Loan

The agency signs a loan contract and disburses a \$175 direct loan to a borrower. For simplification, steps that would take place between the receipt of the appropriation and the disbursement of the loan have been omitted (apportionment, Allotment and obligation). In this illustration we are assuming Treasury interest rate of 7% and borrower interest rate of 5%.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u>	<u>SF-133 tx's</u>	<u>SF-133 tx's</u>
4801 Undel Orders 50	4261 Actual Col Fees 25	no entry
4902 Expend Auth-Pd 50	4271 Fed Coll 50	
	4060 Antic Non-Fed Coll 25	
	4070 Antic Fed Coll 50	
	4801 Undel Orders 175	
	4902 Expend Auth-pd 175	
<u>Proprietary</u>	<u>Proprietary</u>	<u>Proprietary</u>
6100 Subsidy Exp(N) 50	1010 Fund Bal/Treas 75	no entry
1010 Fund Bal/Treas 50	1399 Allow Subsidy (N) 75	
3100 Approp Cap 50	1350 Loan Rec (N) 175	
5700 Approp Cap Used(G) 50	1010 Fund Bal/Treas 175	

### Payments Received and Paid

The borrower paid principal (\$40) and interest (\$9) on his loan.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4263 Actual Col int           9 4262 Act coll Prinl           40 4060 Antic Non-Fed Coll   49	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> no entry	<u>Proprietary</u> 1010 Fund Bal/Treas       49 1350 loan rec (N)           40 5310 Int Inc- B(N)           9	<u>Proprietary</u> no entry

The agency calculates and pays interest (\$7) and principal (\$12) to Treasury.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4610 Allotments           19 4147 Act Pay Treasury   12 4902 Expended Auth-pd   7	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> no entry	<u>Proprietary</u> 6310 Int Exp- Treasury(G) 7 2510 Prin Pay Treasury(G) 12 1010 Fund Balw/Treasury 19	<u>Proprietary</u> no entry

## Direct Loan Program Downward Reestimate

At the end of the year, the agency performs a reestimate, which shows that the original subsidy estimate was too high. Prior to Financial Statement preparation, the agency records the downward reestimate: excess subsidy(\$28) plus interest (\$2).

### OPTION 1

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> none
<u>Proprietary</u> 5730 Fin so tr w/o reimb(G) 28 6199 Adj Subsidy Exp(N) 28	<u>Proprietary</u> 1399 Allow Subsidy(N) 28 6330 Int Exp Re-est (G) 2 2990 Other Liabilities(G) 30	<u>Proprietary</u> (Treasury should record a receivable from the agency for the subsidy and accrue interest income for \$2)

### OPTION 2

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> none
<u>Proprietary</u> no entry	<u>Proprietary</u> 1399 Allow Subsidy(N) 28 6199 Adj Subsidy Exp(N) 28 6330 Int Exp Re-est (G) 2 5730 Fin so tr w/o reimb(G) 28 2990 Other Liabilities(G) 30	<u>Proprietary</u> (Treasury should record a receivable from the agency for the subsidy and accrue interest income for \$2)

**CONSOLIDATED FINANCIAL STATEMENTS—YEAR 1**



Department/Agency  
Reporting Entity  
**STATEMENT OF FINANCIAL POSITION**  
as of 30 September, Year 1  
(Dollars)

**ASSETS**

Entity Asset:

Intragovernmental Items, Federal

Fund Balance with Treasury (Note 2) .....	\$30
Investments (Note 4)	
Accounts Receivable, Net (Note 5) .....	
Interest Receivable (net)	
Other assets (Note 6)	

Governmental

Investments (Note 4)	
Accounts Receivable, net (Note 5)	
Interest Receivable (net)	
Credit program receivables and related foreclosed property, net (Note 7) .....	88
Cash and other monetary assets (Note 3)	
Inventory and related property, net (Note 8)	
General property, plant, and equipment, net (Note 9)	
Other assets (Note 6) .....	

Total entity assets ..... \$118

Non-Entity Assets:

Intragovernmental

Fund balance with Treasury (Note 2)	
Accounts receivable, net (Note 5)	
Interest receivable (net)	
Other assets (Note 6)	

Governmental

Accounts receivable, net (Note 5)	
Interest receivable (net)	
Cash and other monetary assets (Note 3)	
Other assets (Note 6) .....	

Total non-entity assets .....           

Total Assets ..... \$118

## LIABILITIES

### Liabilities Covered by Budgetary Resources:

#### Intragovernmental liabilities:

Accounts payable  
Interest payable  
Other intragovernmental liabilities (Note 11)

#### Governmental Liabilities:

Accounts payable 2510 + 2110 .....	118
Interest payable	
Liabilities for loan guarantees (Note 7) .....	
Lease liabilities (Note 12)	
Pensions, other retirement benefits and other	
Post-employment benefits (Note 13)	
Insurance liabilities (Note 14)	
Other governmental liabilities (Note 11) <i>deferred Revenue</i> .....	<u>        </u>
Total liabilities covered by budgetary resources .....	<u>118</u>

### Liabilities not Covered by Budgetary Resources:

#### Intragovernmental liabilities:

Accounts payable  
Debt (Note 10)  
Other intragovernmental liabilities (Note 11)

#### Governmental liabilities:

Accounts payable	
Debt (Note 10)	
Lease liabilities (Note 12)	
Pensions, other retirement benefits and other	
post-employment benefits (Note 13)	
Insurance liabilities (Note 14)	
Other governmental liabilities (Note 11)	
Total liabilities not covered by budgetary resources	
Total Liabilities .....	<u>\$118</u>

## NET POSITION

Unexpended Appropriations (Note 15) .....	0
Cumulative Results of Operations	
Total Net Position .....	<u>0</u>
Total Liabilities and Net Position .....	<u>\$118</u>

Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
as of 30 September, Year 1  
(Dollars)

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
COSTS:				
Crosscutting Programs				
Program A:				
Intragovernmental	\$ 9	\$	\$ 9	\$ 0
With the Public	<u>22</u>			<u>22</u>
Total	31		9	22
Less earned revenue	<u>9</u>		<u>9</u>	<u>0</u>
Net program costs	22		0	22

Other Programs (Note XX)

Program B:

Costs not assigned to programs

Less earned revenues not  
attributed to programs

DEFERRED MAINTENANCE (Note X)

NET COSTS OF OPERATIONS 22

Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
<b>COSTS:</b>				
Crosscutting Programs				
Program A:				
Intragovernmental	\$	<b>6310 Interest Expense- Treasury (F)</b>		
		<b>6330 Interest Expense - Re-estimates (F)</b>		
With the Public		<b>6100 Subsidy Expense - (P)</b>		
		<b>6199 Adj Subsidy Expense - Re-estimates (P)</b>		
Total				
Less earned revenue		<b>5300 Interest Income - Borrower (F)</b>		
Net program costs				
Other Programs (Note XX)				
Program B:				
Costs not assigned to programs				
Less earned revenues not attributed to programs				
DEFERRED MAINTENANCE (Note X)				
NET COSTS OF OPERATIONS				

Depart/agency  
Reporting entity

CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
For the year ended September 30

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
Net Cost of Operations	\$ 22	\$	\$	\$
Financing Sources (other than exchange revenues)				
Appropriations Used	50			
Taxes				
Donations				
Imputed financing				
Transfers-in				
Transfers-out	-28			
Net Results of Operations	0			
Prior period Adjustments				
Net Change in Cumulative Results of Operations	0			
Increase (decrease) in Unexpended Appropriations	0			
Change in Net Position	0			
Net Position-Beginning of Period	0			
Net Position-End of Period	0			

Depart/agency  
Reporting entity

CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
Net Cost of Operations	\$ <b>From NET COSTS</b>		\$	\$
Financing Sources (other than exchange revenues)				
Appropriations Used	<b>5700 Appropriated Capital Used (P)</b>			
Taxes				
Donations				
Imputed financing				
Transfers-in				
Transfers-out	<b>5730 Transfer Out without Reimbursement (P)</b>			
Net Results of Operations				
Prior period Adjustments				
Net Change in Cumulative Results of Operations				
Increase (decrease) in Unexpended Appropriations	<b>3100 Unexpended Authority</b>			
Change in Net Position				
Net Position-Beginning of Period	0			
Net Position-End of Period	<b>3100 Unexpended Authority</b>			

Department/agency  
Reporting entity  
**STATEMENT OF BUDGETARY RESOURCES**  
For the year ended September 30,

	<u>19x1</u>	<u>19xx</u>
<b>Budgetary Resources:</b>		
Budget authority (line 1) 4115 +4142	\$150	\$
Unobligated balances-beginning of period (line 2A)		
Spending authority from offsetting Collections (line 3)	124	
Adjustments (lines 4-6)	<u>12</u>	
Total budgetary resources (line 7)	<u>162</u>	

**Status of Budgetary Resources:**

Obligations incurred (line 8)	232
Unobligated balances-available (line 9)	
Unobligated balances-not available (line 10)	<u>30</u>
Total, status of budgetary resources (line 11)	<u>262</u>

**Outlays:**

Obligations incurred (line 8)	232
Less: Spending authority from offsetting collections and adjustments (Lines 3A,B,D, & 4A)	124
Obligated balance, net - beginning of period (Line 12)	
Obligated balance transferred, net (line 13)	
Less: obligated balance, net - end of period (Line 14)	
Total Outlays (line 15)	108

## NOTES TO THE FINANCIAL STATEMENTS

**Note 2. Fund Balances with Treasury:****A. Fund Balances:**

	Entity <u>Assets</u>	Non-Entity <u>Assets</u>	<u>Total</u>
(2) Revolving Funds	\$ 30	0	\$30
(3) Appropriated Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total	30	0	30

**Note 7. Loans and Loan Guarantees, Non-Federal Borrowers:****C1. Direct Loans After FY 1991:**

Loan <u>Programs</u>	Loans Receivable, <u>Gross</u> 135	Interest <u>Receivable</u>	Foreclosed <u>Property</u>	Allowance for Subsidy Cost (Present <u>Value</u> ) 47	Value of Assets Related Direct <u>Loans</u> 88
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**H. Subsidy Expense for Post-1991 direct Loans:****1. Current Year's Direct Loans**

Loan <u>Programs</u>	<u>Defaults</u>	Interest Supple- <u>Fees</u>	<u>ments</u>	<u>Other</u>	<u>Total</u>
					\$50

**2. Direct Loan Modifications and Re-estimates**

<u>Loan Programs</u>	<u>Modifications</u>	<u>Re-estimates</u>
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(1)\_\_\_\_\_

(28)



### Record and Transfer Reestimate

At the beginning of year 2 (after receiving an apportionment from OMB and allotment from the agency head), the agency records the budgetary effects of the downward reestimate and transfers the excess cash to Treasury.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry  <u>Proprietary</u> no entry	<u>SF-133 tx's</u> 4610 Allotment                      30 4902 Expend Auth-pd              30  <u>Proprietary</u> 2990 Other Liabilities(G)30 1010 Fund Bal/Treas              30	<u>SF-133 tx's</u> none  <u>Proprietary</u> (Treasury should pick up this money and show the \$30 as a receipt of the Government)

**Direct Loan Program**  
**Subsequent upward Reestimate**  
**Payments Received and Paid**

At the end of year 2, the agency records receipts from borrowers and calculates and pays Treasury principal and interest. The borrower paid principal (\$20) and interest (\$7) on his loan.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4263 Actual Col int 7 4262 Act coll Prinl 20 4060 Antic Non-Fed Coll 27	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> no entry	<u>Proprietary</u> 1010 Fund Bal/Treas 27 1350 loan rec (N) 20 5310 Int Inc- B(N) 7	<u>Proprietary</u> no entry

The agency calculates and pays interest (\$6) and principal (\$10) to Treasury.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry  <u>Proprietary</u> no entry	<u>SF-133 tx's</u> 4610 Allotments 16 4147 Act Pay Treasury 10 4902 Expended Auth-pd 6 <u>Proprietary</u> 6310 Int Exp- Treasury(G) 6 2510 Prin Pay Treasury 10 1010 Fund Balw/Treasury 16	<u>SF-133 tx's</u> no entry  <u>Proprietary</u> no entry

### Upward Reestimate

At the end of year 2, the agency performs a reestimate, which shows that the revised subsidy estimate was too low. Prior to preparation of the Financial Statements, the agency records the upward reestimate: Reestimate Expense=\$57 , Interest Expense=8 for a total of \$65, discount rate=.873.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> none	<u>SF-133 tx's</u> none
<u>Proprietary</u> 6100 Reest Expense(N) 57 6330 Int Exp - reest 8 2110 Subsidy Pay Fin Acct 65	<u>Proprietary</u> 1310 Subsidy Rec 65 1399 allowance Subsidy 57 5310 Int Inc- Reest 8	<u>Proprietary</u> none

The agency amortizes the subsidy. (In this case, they will record a negative income since the income received by the financing account exceeds the expenses recorded.)

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> none	<u>SF-133 tx's</u> none
<u>Proprietary</u> no entry	<u>Proprietary</u> 5310 Int Inc. Subsidy 9 1399 allowance Subsidy 9	<u>Proprietary</u> none

**CONSOLIDATED FINANCIAL STATEMENTS—YEAR 2**

Department/Agency

Reporting Entity

**STATEMENT OF FINANCIAL POSITION**

as of 30 September, Year 2

(Dollars)

**ASSETS**

## Entity Asset:

## Intragovernmental Items, Federal

Fund Balance with Treasury (Note 2) ..... \$11

Investments (Note 4)

Accounts Receivable, Net (Note 5) .....

Interest Receivable (net)

Other assets (Note 6)

## Governmental

Investments (Note 4)

Accounts Receivable, net (Note 5)

Interest Receivable (net)

Credit program receivables and related foreclosed property, net (Note 7) ..... 11

Cash and other monetary assets (Note 3)

Inventory and related property, net (Note 8)

General property, plant, and equipment, net (Note 9)

Other assets (Note 6) .....           Total entity assets ..... \$22

## Non-Entity Assets:

## Intragovernmental

Fund balance with Treasury (Note 2)

Accounts receivable, net (Note 5)

Interest receivable (net)

Other assets (Note 6)

## Governmental

Accounts receivable, net (Note 5)

Interest receivable (net)

Cash and other monetary assets (Note 3)

Other assets (Note 6) .....           Total non-entity assets .....           Total Assets ..... \$22

**LIABILITIES****Liabilities Covered by Budgetary Resources:****Intragovernmental liabilities:**

Accounts payable  
Interest payable  
Other intragovernmental liabilities (Note 11)

**Governmental Liabilities:**

Accounts payable 2510 + 2110 .....	78
Interest payable	
Liabilities for loan guarantees (Note 7) .....	
Lease liabilities (Note 12)	
Pensions, other retirement benefits and other	
Post-employment benefits (Note 13)	
Insurance liabilities (Note 14)	
Other governmental liabilities (Note 11) <i>deferred Revenue</i> .....	<u>      </u>
<b>Total liabilities covered by budgetary resources .....</b>	<b><u>78</u></b>

**Liabilities not Covered by Budgetary Resources:****Intragovernmental liabilities:**

Accounts payable  
Debt (Note 10)  
Other intragovernmental liabilities (Note 11)

**Governmental liabilities:**

Accounts payable	
Debt (Note 10)	
Lease liabilities (Note 12)	
Pensions, other retirement benefits and other	
post-employment benefits (Note 13)	
Insurance liabilities (Note 14)	
Other governmental liabilities (Note 11)	
<b>Total liabilities not covered by budgetary resources</b>	
<b>Total Liabilities .....</b>	<b><u>\$78</u></b>

**NET POSITION**

Unexpended Appropriations (Note 15) .....	0
Cumulative Results of Operations .....	(56)
<b>Total Net Position .....</b>	<b><u>(56)</u></b>
<b>Total Liabilities and Net Position .....</b>	<b><u>\$22</u></b>

Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
as of 30 September, Year 2  
(Dollars)

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
COSTS:				
Crosscutting Programs				
Program A:				
Intragovernmental	\$ 6	\$	\$ 6	\$ 0
With the Public	<u>65</u>			<u>65</u>
Total	71		6	65
Less earned revenue	<u>15</u>		<u>8</u>	<u>7</u>
Net program costs	56		(2)	58
Other Programs (Note XX)				
Program B:				

Costs not assigned to programs

Less earned revenues not  
attributed to programs

DEFERRED MAINTENANCE (Note X)

NET COSTS OF OPERATIONS 56

Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
<b>COSTS:</b>				
Crosscutting Programs				
Program A:				
Intragovernmental	\$	<b>6310 Interest Expense- Treasury (F)</b>		
		<b>6330 Interest Expense - Re-estimates (F)</b>		
With the Public		<b>6100 Subsidy Expense - Re-estimates (P)</b>		
Total				
Less earned revenue		<b>5300 Interest Income - Borrower (F)</b>		
		<b>5300 Interest Income - Re-estimates (F)</b>		
Net program costs				
Other Programs (Note XX)				
Program B:				
Costs not assigned to programs				
Less earned revenues not attributed to programs				
DEFERRED MAINTENANCE (Note X)				
NET COSTS OF OPERATIONS				



Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
For the year ended September 30

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
Net Cost of Operations	\$ 56	\$	\$	\$
Financing Sources (other than exchange revenues)				
Appropriations Used				
Taxes				
Donations				
Imputed financing				
Transfers-in				
Transfers-out				
Net Results of Operations (56)				
Prior period Adjustments				
Net Change in Cumulative Results of Operations	(56)			
Increase (decrease) in Unexpended Appropriations	0			
Change in Net Position (56)				
Net Position-Beginning of Period	0			
Net Position-End of Period (56)				

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>	
Net Cost of Operations	\$ <b>From NET COSTS</b>		\$	\$	\$
Financing Sources (other than exchange revenues)					
Appropriations Used					
Taxes					
Donations					
Imputed financing					
Transfers-in					
Transfers-out					
Net Results of Operations	<b>3310 Cum Results of Operations</b>				
Prior period Adjustments					
Net Change in Cumulative Results of Operations	<b>3310 Cum Results of Operations</b>				
Increase (decrease) in Unexpended Appropriations					
Change in Net Position					
Net Position-Beginning of Period	0				
Net Position-End of Period	<b>3310 Cum Results of Operations</b>				

Department/agency  
Reporting entity  
**STATEMENT OF BUDGETARY RESOURCES**  
For the year ended September 30,

	<u>19x1</u>	<u>19x2</u>
<b>Budgetary Resources:</b>		
Budget authority (line 1) 4115 +4142	\$150	\$
Unobligated balances-beginning of period (line 2A)		30
Spending authority from offsetting Collections (line 3)	124	27
Adjustments (lines 4-6)	<u>12</u>	<u>10</u>
Total budgetary resources (line 7)	<u>262</u>	<u>47</u>
<b>Status of Budgetary Resources:</b>		
Obligations incurred (line 8)	232	36
Unobligated balances-available (line 9)		
Unobligated balances-not available (line 10)	<u>30</u>	<u>11</u>
Total, status of budgetary resources (line 11)	<u>262</u>	<u>47</u>
<b>Outlays:</b>		
Obligations incurred (line 8)	232	36
Less: Spending authority from offsetting collections and adjustments (Lines 3A,B,D, & 4A)	124	27
Obligated balance, net - beginning of period (Line 12)		
Obligated balance transferred, net (line 13)		
Less: obligated balance, net - end of period (Line 14)		
Total Outlays (line 15)	108	9

## NOTES TO THE FINANCIAL STATEMENTS

**Note 2. Fund Balances with Treasury:****A. Fund Balances:**

	Entity <u>Assets</u>	Non-Entity <u>Assets</u>	<u>Total</u>
(2) Revolving Funds	\$ 11	0	\$11
(3) Appropriated Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total	11	0	11

**Note 7. Loans and Loan Guarantees, Non-Federal Borrowers:****C1. Direct Loans After FY 1991:**

Loan <u>Programs</u>	Loans Receivable, <u>Gross</u>	Interest <u>Receivable</u>	Foreclosed <u>Property</u>	Allowance for Subsidy Cost (Present <u>Value)</u>	Value of Assets Related Direct <u>Loans</u>
	115			104	11

**H. Subsidy Expense for Post-1991 direct Loans:****1. Current Year's Direct Loans**

Loan <u>Programs</u>	<u>Defaults</u>	Interest Supple- <u>Fees</u>	<u>ments</u>	<u>Other</u>	<u>Total</u>
					\$0

**2. Direct Loan Modifications and Re-estimates**

<u>Loan Programs</u>	<u>Modifications</u>	<u>Re-estimates</u>
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(1) \_\_\_\_\_ 57

### Receive Permanent Indefinite Authority

In year 3, the program account requests the use of permanent, indefinite authority to pay the additional subsidy plus interest (total of \$65). The request and subsequent use of these funds are shown in separate segments for clarity. The program account receives permanent, indefinite authority for the reestimate.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> 4119 Oth Approp(PIA) 65 4450 Unapportioned 65	<u>SF-133 tx's</u>	<u>SF-133 tx's</u> none
<u>Proprietary</u> 1010 Fund Bal/Treas 65 3100 Unexp Appr 65	<u>Proprietary</u>	<u>Proprietary</u> none

The program account disburses the reestimate to the financing account.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u>	<u>SF-133 tx's</u>	<u>SF-133 tx's</u>
4450 Unapport 65	4271 Actual Coll Sub 65	none
4902 Exp Auth -pd 65	4450 Unapport 65	
<u>Proprietary</u>	<u>Proprietary</u>	<u>Proprietary</u>
2110 Sub Pay 65	1010 Fund Bal/Treas 65	none
1010 Fund Bal/Treas 65	1310 Sub Rec 65	
3100 Unexp App 65		
5700 App Used(G) 65		

The agency uses the PIA to repay Treasury borrowings.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u>	<u>SF-133 tx's</u>	<u>SF-133 tx's</u>
Noentry	4450 Unapport 65	none
	4147 Pay to Treasury 65	
<u>Proprietary</u>	<u>Proprietary</u>	<u>Proprietary</u>
no entry	2510 Pay to Treasury 65	none
	1010 Fund Bal W/Treasury 65	

**CONSOLIDATED FINANCIAL STATEMENTS—YEAR 2**

Department/Agency

Reporting Entity

**STATEMENT OF FINANCIAL POSITION**

as of 30 September, Year 3

(Dollars)

**ASSETS**

## Entity Asset:

## Intragovernmental Items, Federal

Fund Balance with Treasury (Note 2) ..... \$11

Investments (Note 4)

Accounts Receivable, Net (Note 5) .....

Interest Receivable (net)

Other assets (Note 6)

## Governmental

Investments (Note 4)

Accounts Receivable, net (Note 5)

Interest Receivable (net)

Credit program receivables and related foreclosed property, net (Note 7) ..... 2

Cash and other monetary assets (Note 3)

Inventory and related property, net (Note 8)

General property, plant, and equipment, net (Note 9)

Other assets (Note 6) .....           Total entity assets ..... \$13

## Non-Entity Assets:

## Intragovernmental

Fund balance with Treasury (Note 2)

Accounts receivable, net (Note 5)

Interest receivable (net)

Other assets (Note 6)

## Governmental

Accounts receivable, net (Note 5)

Interest receivable (net)

Cash and other monetary assets (Note 3)

Other assets (Note 6) .....           Total non-entity assets .....           Total Assets ..... \$13

**LIABILITIES****Liabilities Covered by Budgetary Resources:****Intragovernmental liabilities:**

Accounts payable  
Interest payable  
Other intragovernmental liabilities (Note 11)

**Governmental Liabilities:**

Accounts payable 2510 + 2990 .....	13
Interest payable .....	
Liabilities for loan guarantees (Note 7) .....	
Lease liabilities (Note 12) .....	
Pensions, other retirement benefits and other Post-employment benefits (Note 13) .....	
Insurance liabilities (Note 14) .....	
Other governmental liabilities (Note 11) <i>deferred Revenue</i> .....	
<b>Total liabilities covered by budgetary resources .....</b>	<b><u>13</u></b>

**Liabilities not Covered by Budgetary Resources:****Intragovernmental liabilities:**

Accounts payable  
Debt (Note 10)  
Other intragovernmental liabilities (Note 11)

**Governmental liabilities:**

Accounts payable .....	
Debt (Note 10) .....	
Lease liabilities (Note 12) .....	
Pensions, other retirement benefits and other post-employment benefits (Note 13) .....	
Insurance liabilities (Note 14) .....	
Other governmental liabilities (Note 11) .....	
<b>Total liabilities not covered by budgetary resources .....</b>	
<b>Total Liabilities .....</b>	<b><u>\$13</u></b>

**NET POSITION**

Unexpended Appropriations (Note 15) .....	0
Cumulative Results of Operations .....	0
<b>Total Net Position .....</b>	<b><u>0</u></b>

<b>Total Liabilities and Net Position .....</b>	<b><u>\$13</u></b>
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Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
as of 30 September, Year 3  
(Dollars)

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
COSTS:				
Crosscutting Programs				
Program A:				
Intragovernmental	\$ 0	\$	\$ 0	\$ 0
With the Public	<u>0</u>			<u>0</u>
Total	0		0	0
Less earned revenue	<u>0</u>		<u>0</u>	<u>0</u>
Net program costs	0		0	0
Other Programs (Note XX)				
Program B:				

Costs not assigned to programs

Less earned revenues not  
attributed to programs

DEFERRED MAINTENANCE (Note X)

NET COSTS OF OPERATIONS 0

Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
<b>COSTS:</b>				
Crosscutting Programs				
Program A:				
Intragovernmental	\$	<b>6310 Interest Expense- Treasury (F)</b>		
		<b>6330 Interest Expense - Re-estimates (F)</b>		
With the Public		<b>6100 Subsidy Expense - Re-estimates (P)</b>		
Total				
Less earned revenue		<b>5300 Interest Income - Borrower (F)</b>		
		<b>5300 Interest Income - Re-estimates (F)</b>		
Net program costs				
Other Programs (Note XX)				
Program B:				
Costs not assigned to programs				
Less earned revenues not attributed to programs				
DEFERRED MAINTENANCE (Note X)				
NET COSTS OF OPERATIONS				

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
For the year ended September 30

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
Net Cost of Operations	\$ 0	\$	\$	\$
Financing Sources (other than exchange revenues)				
Appropriations Used	65			
Taxes				
Donations				
Imputed financing				
Transfers-in				
Transfers-out				
Net Results of Operations	0			
Prior period Adjustments				
Net Change in Cumulative Results of Operations	0			
Increase (decrease) in Unexpended Appropriations	0			
Change in Net Position				
Net Position-Beginning of Period	(65)			
Net Position-End of Period	0			

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>	
Net Cost of Operations	<b>\$ From NET COSTS</b>		\$	\$	\$
Financing Sources (other than exchange revenues)					
Appropriations Used	<b>5700</b>	<b>Appropriated Capital Used</b>			
Taxes					
Donations					
Imputed financing					
Transfers-in					
Transfers-out					
Net Results of Operations					
Prior period Adjustments					
Net Change in Cumulative Results of Operations					
Increase (decrease) in Unexpended Appropriations					
Change in Net Position					
Net Position-Beginning of Period	<b>3310</b>	<b>Cum Results of Operations</b>			
Net Position-End of Period	<b>3310</b>	<b>Cum Results of Operations</b>			

Department/agency  
Reporting entity  
**STATEMENT OF BUDGETARY RESOURCES**  
For the year ended September 30,

	<u>19x2</u>	<u>19x3</u>
<b>Budgetary Resources:</b>		
Budget authority (line 1) 4115 +4142+4119	\$	\$ 65
Unobligated balances-beginning of period (line 2A)	30	11
Spending authority from offsetting Collections (line 3)	27	65
Adjustments (lines 4-6)	<u>(10)</u>	<u>(65)</u>
Total budgetary resources (line 7)	<u>47</u>	<u>76</u>
<b>Status of Budgetary Resources:</b>		
Obligations incurred (line 8)	36	65
Unobligated balances-available (line 9)		
Unobligated balances-not available (line 10)	<u>11</u>	<u>11</u>
Total, status of budgetary resources (line 11)	<u>47</u>	<u>76</u>
<b>Outlays:</b>		
Obligations incurred (line 8)	36	65
Less: Spending authority from offsetting collections and adjustments (Lines 3A,B,D, & 4A)	27	65
Obligated balance, net - beginning of period (Line 12)		
Obligated balance transferred, net (line 13)		
Less: obligated balance, net - end of period (Line 14)		
Total Outlays (line 15)	9	0

## NOTES TO THE FINANCIAL STATEMENTS

**Note 2. Fund Balances with Treasury:****A. Fund Balances:**

	Entity <u>Assets</u>	Non-Entity <u>Assets</u>	<u>Total</u>
(2) Revolving Funds	\$ 11	0	\$11
(3) Appropriated Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total	11	0	11

**Note 7. Loans and Loan Guarantees, Non-Federal Borrowers:****C1. Direct Loans After FY 1991:**

Loan <u>Programs</u>	Loans Receivable, <u>Gross</u> 115	Interest <u>Receivable</u>	Foreclosed <u>Property</u>	Allowance for Subsidy Cost (Present <u>Value</u> ) 113	Value of Assets Related Direct <u>Loans</u> 2
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**H. Subsidy Expense for Post-1991 direct Loans:****1. Current Year's Direct Loans**

Loan <u>Programs</u>	<u>Defaults</u>	Interest Supple- <u>Fees</u>	<u>ments</u>	<u>Other</u>	<u>Total</u>
					\$0

2. Direct Loan Modifications and Re-estimates

<u>Loan Programs</u>	<u>Modifications</u>	<u>Re-estimates</u>
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(1)\_\_\_\_\_

**Direct Loan Program  
Positive Subsidy  
ILLUSTRATION 2  
Special Fund**

A loan program receives a \$50 subsidy appropriation for a direct loan with a face value of \$175. The program account records the subsidy appropriation. The financing account records the anticipated collection of the subsidy payment from the program account, anticipated fees collected from the borrower, and borrowing authority for the non-subsidized portion of the loan.

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> 4115 Appropriation                      50 4450 Unapportioned                      50	<u>SF-133 tx's</u> 4142 Borrow Auth                      100 4060 Antic NonFED Coll                      75 4070 Antic Fed Coll                      50 4450 Unapportioned                      225	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> 1010 Fund Bal/Treas                      50 3100 Approp Cap                      50	<u>Proprietary</u> 1010 Fund Bal/Treas                      100 2510 Prin Pay Treas(G)                      100	<u>Proprietary</u> no entry

### Agency Disburses Direct Loan

The agency signs a loan contract and disburses a \$175 direct loan to a borrower. For simplification, steps that would take place between the receipt of the appropriation and the disbursement of the loan have been omitted (apportionment, Allotment and obligation). In this illustration we are assuming Treasury interest rate of 7% and borrower interest rate of 5%.

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u>	<u>SF-133 tx's</u>	<u>SF-133 tx's</u>
4801 Undel Orders 50	4261 Actual Col Fees 25	no entry
4902 Expend Auth-Pd 50	4271 Fed Coll 50	
	4060 Antic Non-Fed Coll 25	
	4070 Antic Fed Coll 50	
	4801 Undel Orders 175	
	4902 Expend Auth-pd 175	
 <u>Proprietary</u>	 <u>Proprietary</u>	 <u>Proprietary</u>
6100 Subsidy Exp(N) 50	1010 Fund Bal/Treas 75	no entry
1010 Fund Bal/Treas 50	1399 Allow Subsidy (N) 75	
3100 Approp Cap 50	1350 Loan Rec (N) 175	
5700 Approp Cap Used(G) 50	1010 Fund Bal/Treas 175	



### Payments Received and Paid

The borrower paid principal (\$40) and interest (\$9) on his loan.

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4263 Actual Col int           9 4262 Act coll Prinl           40 4060 Antic Non-Fed Coll   49	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> no entry	<u>Proprietary</u> 1010 Fund Bal/Treas           49 1350 loan rec (N)           40 5310 Int Inc- B(N)           9	<u>Proprietary</u> no entry

The agency calculates and pays interest (\$7) and principal (\$12) to Treasury.

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4610 Allotments           19 4147 Act Pay Treasury   12 4902 Expended Auth-pd   7	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> no entry	<u>Proprietary</u> 6310 Int Exp- Treasury(G) 7 2510 Prin Pay Treasury   12 1010 Fund Balw/Treasury 19	<u>Proprietary</u> no entry

## Direct Loan Program Downward Reestimate

At the end of the year, the agency performs a reestimate, which shows that the original subsidy estimate was too high. Prior to Financial Statement preparation, the agency records the downward reestimate: excess subsidy(\$28) plus interest (\$2).

### OPTION 1

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> none
<u>Proprietary</u> 5730 Fin so tr w/o reimb(G) 28 6199 Adj Subsidy Exp(N) 28	<u>Proprietary</u> 1399 Allow Subsidy(N) 28 6330 Int Exp Re-est (G) 2 2990 Other Liabilities(G) 30	<u>Proprietary</u> 1310 Accounts Receivable 28 5720 Trsfer in w/out Reimb 28

\* The General Fund of the Treasury will still pick up the \$2 of interest income. This represents interest Treasury would have earned on the borrowing if the agency had not received too much subsidy.

### OPTION 2

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> none
<u>Proprietary</u>	<u>Proprietary</u> 1399 Allow Subsidy(N) 28 6199 Adj Subsidy Exp(N) 28 6330 Int Exp Re-est (G) 2 5730 Fin so tr w/o reimb(G) 28 2990 Other Liabilities(G) 30	<u>Proprietary</u> 1310 Accounts Receivable 28 5720 Trsfer in w/out Reimb 28

\* The General Fund of the Treasury will still pick up the \$2 of interest income.

**CONSOLIDATED FINANCIAL STATEMENTS—YEAR 1**

Department/Agency

Reporting Entity

**STATEMENT OF FINANCIAL POSITION**

as of 30 September, Year 1

(Dollars)

**ASSETS**

## Entity Asset:

## Intragovernmental Items, Federal

Fund Balance with Treasury (Note 2) ..... \$30

Investments (Note 4)

Accounts Receivable, Net (Note 5) .....

Interest Receivable (net)

Other assets (Note 6)

## Governmental

Investments (Note 4)

Accounts Receivable, net (Note 5)

Interest Receivable (net)

Credit program receivables and related foreclosed property, net (Note 7) ..... 88

Cash and other monetary assets (Note 3)

Inventory and related property, net (Note 8)

General property, plant, and equipment, net (Note 9)

Other assets (Note 6) .....           Total entity assets ..... \$118

## Non-Entity Assets:

## Intragovernmental

Fund balance with Treasury (Note 2)

Accounts receivable, net (Note 5) ..... \*28

Interest receivable (net)

Other assets (Note 6)

## Governmental

Accounts receivable, net (Note 5)

Interest receivable (net)

Cash and other monetary assets (Note 3)

Other assets (Note 6) .....           Total non-entity assets .....           Total Assets ..... \$146

**LIABILITIES****Liabilities Covered by Budgetary Resources:****Intragovernmental liabilities:**

Accounts payable  
Interest payable  
Other intragovernmental liabilities (Note 11)

**Governmental Liabilities:**

Accounts payable 2510 + 2990 .....	118
Interest payable	
Liabilities for loan guarantees (Note 7) .....	
Lease liabilities (Note 12)	
Pensions, other retirement benefits and other	
Post-employment benefits (Note 13)	
Insurance liabilities (Note 14)	
Other governmental liabilities (Note 11) <i>deferred Revenue</i> .....	
<b>Total liabilities covered by budgetary resources .....</b>	<b><u>118</u></b>

**Liabilities not Covered by Budgetary Resources:****Intragovernmental liabilities:**

Accounts payable  
Debt (Note 10)  
Other intragovernmental liabilities (Note 11)

**Governmental liabilities:**

Accounts payable	
Debt (Note 10)	
Lease liabilities (Note 12)	
Pensions, other retirement benefits and other	
post-employment benefits (Note 13)	
Insurance liabilities (Note 14)	
Other governmental liabilities (Note 11)	
<b>Total liabilities not covered by budgetary resources</b>	
<b>Total Liabilities .....</b>	<b><u>\$118</u></b>

**NET POSITION**

Unexpended Appropriations (Note 15) .....	0
Cumulative Results of Operations	
<b>Total Net Position .....</b>	<b><u>28</u></b>
<b>Total Liabilities and Net Position .....</b>	<b><u>\$146</u></b>

Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
as of 30 September, Year 1  
(Dollars)

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
COSTS:				
Crosscutting Programs				
Program A:				
Intragovernmental	\$ 9	\$	\$ 9	\$ 0
With the Public	<u>22</u>			<u>22</u>
Total	31		9	22
Less earned revenue	<u>9</u>		<u>2</u>	<u>7</u>
Net program costs	22		7	15

Other Programs (Note XX)

Program B:

Costs not assigned to programs

Less earned revenues not  
attributed to programs

DEFERRED MAINTENANCE (Note X)

NET COSTS OF OPERATIONS 22

Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
<b>COSTS:</b>				
Crosscutting Programs				
Program A:				
Intragovernmental	\$	<b>6310 Interest Expense- Treasury (F)</b>		
		<b>6330 Interest Expense - Re-estimates (F)</b>		
With the Public		<b>6100 Subsidy Expense - (P)</b>		
		<b>6199 Adj Subsidy Expense - Re-estimates (P)</b>		
Total				
Less earned revenue		<b>5300 Interest Income - Borrower (F)</b>		
Net program costs				
Other Programs (Note XX)				
Program B:				
Costs not assigned to programs				
Less earned revenues not attributed to programs				
DEFERRED MAINTENANCE (Note X)				
NET COSTS OF OPERATIONS				

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
For the year ended September 30

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
Net Cost of Operations	\$ 22	\$	\$	\$
Financing Sources (other than exchange revenues)				
Appropriations Used	50			
Taxes				
Donations				
Imputed financing				
Transfers-in	28			
Transfers-out	-28			
Net Results of Operations	28			
Prior period Adjustments				
Net Change in Cumulative Results of Operations	28			
Increase (decrease) in Unexpended Appropriations	0			
Change in Net Position	28			
Net Position-Beginning of Period	0			
Net Position-End of Period	28			

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>	
Net Cost of Operations	\$	<b>From NET COSTS</b>	\$	\$	\$
Financing Sources (other than exchange revenues)					
Appropriations Used		<b>5700 Appropriated Capital Used (P)</b>			
Taxes					
Donations					
Imputed financing					
Transfers-in		<b>5720 Transfer in without Reimbursement (R)</b>			
Transfers-out		<b>5730 Transfer Out without Reimbursement (P)</b>			
Net Results of Operations					
Prior period Adjustments					
Net Change in Cumulative Results of Operations					
Increase (decrease) in Unexpended Appropriations		<b>3100 Unexpended Authority</b>			
Change in Net Position					
Net Position-Beginning of Period		0			
Net Position-End of Period		<b>3100 Unexpended Authority</b>			



Department/agency  
Reporting entity  
**STATEMENT OF BUDGETARY RESOURCES**  
For the year ended September 30,

	<u>19x1</u>	<u>19xx</u>
<b>Budgetary Resources:</b>		
Budget authority (line 1) 4115 +4142	\$150	\$
Unobligated balances-beginning of period (line 2A)		
Spending authority from offsetting Collections (line 3)	124	
Adjustments (lines 4-6)	<u>12</u>	
Total budgetary resources (line 7)	<u>262</u>	
<b>Status of Budgetary Resources:</b>		
Obligations incurred (line 8)	232	
Unobligated balances-available (line 9)		
Unobligated balances-not available (line 10)	<u>30</u>	
Total, status of budgetary resources (line 11)	<u>262</u>	
<b>Outlays:</b>		
Obligations incurred (line 8)	232	
Less: Spending authority from offsetting collections and adjustments (Lines 3A,B,D, & 4A)	124	
Obligated balance, net - beginning of period (Line 12)		
Obligated balance transferred, net (line 13)		
Less: obligated balance, net - end of period (Line 14)		
Total Outlays (line 15)	108	

## NOTES TO THE FINANCIAL STATEMENTS

**Note 2. Fund Balances with Treasury:****A. Fund Balances:**

	Entity <u>Assets</u>	Non-Entity <u>Assets</u>	<u>Total</u>
(2) Revolving Funds	\$ 30	0	\$30
(3) Appropriated Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total	30	0	30

**Note 7. Loans and Loan Guarantees, Non-Federal Borrowers:****C1. Direct Loans After FY 1991:**

Loan <u>Programs</u>	Loans Receivable, <u>Gross</u> 135	Interest <u>Receivable</u>	Foreclosed <u>Property</u>	Allowance for Subsidy Cost (Present <u>Value</u> ) 47	Value of Assets Related Direct <u>Loans</u> 88
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**H. Subsidy Expense for Post-1991 direct Loans:****1. Current Year's Direct Loans**

Loan <u>Programs</u>	<u>Defaults</u>	Interest Supple- <u>Fees</u>	<u>ments</u>	<u>Other</u>	<u>Total</u>
					\$50

**2. Direct Loan Modifications and Re-estimates**

<u>Loan Programs</u>	<u>Modifications</u>	<u>Re-estimates</u>
----------------------	----------------------	---------------------

(1)\_\_\_\_\_

(28)

### Record and Transfer Reestimate

At the beginning of year 2 (after receiving an apportionment from OMB and allotment from the agency head), the agency records the budgetary effects of the downward reestimate and transfers the excess cash to the Apecial Fund Receipt.

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4610 Allotment 30 4902 Expend Auth-pd 30	<u>SF-133 tx's</u> none
<u>Proprietary</u> no entry	<u>Proprietary</u> 2990 Other Liabilities(G)30 1010 Fund Bal/Treas 30	<u>Proprietary</u> 1010 Fund Bal w/Treasury 28 1310 Accounts Receivable 28

\*\$2 of interest income goes to the General Fund of Treasury.

**Direct Loan Program**  
**Subsequent upward Reestimate**  
**Payments Received and Paid**

At the end of year 2, the agency records receipts from borrowers and calculates and pays Treasury principal and interest. The borrower paid principal (\$20) and interest (\$7) on his loan.

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4263 Actual Col int    7 4262 Act coll Prinl   20 4060 Antic Non-Fed Coll                      27	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> no entry	<u>Proprietary</u> 1010 Fund Bal/Treas   27 1350 loan rec (N)                      20 5310 Int Inc- B(N)                      7	<u>Proprietary</u> no entry

The agency calculates and pays interest (\$6) and principal (\$10) to Treasury.

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> no entry  <u>Proprietary</u> no entry	<u>SF-133 tx's</u> 4610 Allotments 16 4147 Act Pay Treasury 10 4902 Expended Auth-pd 6 <u>Proprietary</u> 6310 Int Exp- Treasury(G) 6 2510 Prin Pay Treasury 10 1010 Fund Balw/Treasury 16	<u>SF-133 tx's</u> no entry  <u>Proprietary</u> no entry

### Upward Reestimate

At the end of year 2, the agency performs a reestimate, which shows that the revised subsidy estimate was too low. Prior to preparation of the Financial Statements, the agency records the upward reestimate: Reestimate Expense=\$57 , Interest Expense=8 for a total of \$65, discount rate=.873.

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> none	<u>SF-133 tx's</u> none
<u>Proprietary</u> 6100 Reest Expense(N)      57 6330 Int Exp - reest                      8 2110 Subsidy Pay Fin Acct              65	<u>Proprietary</u> 1310 Subsidy Rec      65 1399 allowance Subsidy              57 5310 Int Inc- Reest                      8	<u>Proprietary</u> none

The agency amortizes the subsidy. (In this case, they will record a negative income since the income received by the financing account exceeds the expenses recorded.)

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> none	<u>SF-133 tx's</u> none
<u>Proprietary</u> no entry	<u>Proprietary</u> 5310 Int Inc. Subsidy      9 1399 Allowance Subsidy              9	<u>Proprietary</u> none

**CONSOLIDATED FINANCIAL STATEMENTS—YEAR 2**

Department/Agency

Reporting Entity

**STATEMENT OF FINANCIAL POSITION**

as of 30 September, Year 2

(Dollars)

**ASSETS**

## Entity Asset:

## Intragovernmental Items, Federal

Fund Balance with Treasury (Note 2) ..... \$39

Investments (Note 4)

Accounts Receivable, Net (Note 5) .....

Interest Receivable (net)

Other assets (Note 6)

## Governmental

Investments (Note 4)

Accounts Receivable, net (Note 5)

Interest Receivable (net)

Credit program receivables and related foreclosed property, net (Note 7) ..... 11

Cash and other monetary assets (Note 3)

Inventory and related property, net (Note 8)

General property, plant, and equipment, net (Note 9)

Other assets (Note 6) .....           Total entity assets ..... \$50

## Non-Entity Assets:

## Intragovernmental

Fund balance with Treasury (Note 2)

Accounts receivable, net (Note 5)

Interest receivable (net)

Other assets (Note 6)

## Governmental

Accounts receivable, net (Note 5)

Interest receivable (net)

Cash and other monetary assets (Note 3)

Other assets (Note 6) .....           Total non-entity assets .....           Total Assets ..... \$50

## LIABILITIES

### Liabilities Covered by Budgetary Resources:

#### Intragovernmental liabilities:

Accounts payable  
Interest payable  
Other intragovernmental liabilities (Note 11)

#### Governmental Liabilities:

Accounts payable 2510 + .....	78
Interest payable	
Liabilities for loan guarantees (Note 7) .....	
Lease liabilities (Note 12)	
Pensions, other retirement benefits and other	
Post-employment benefits (Note 13)	
Insurance liabilities (Note 14)	
Other governmental liabilities (Note 11) <i>deferred Revenue</i> .....	
Total liabilities covered by budgetary resources .....	<u>78</u>

### Liabilities not Covered by Budgetary Resources:

#### Intragovernmental liabilities:

Accounts payable  
Debt (Note 10)  
Other intragovernmental liabilities (Note 11)

#### Governmental liabilities:

Accounts payable	
Debt (Note 10)	
Lease liabilities (Note 12)	
Pensions, other retirement benefits and other	
post-employment benefits (Note 13)	
Insurance liabilities (Note 14)	
Other governmental liabilities (Note 11)	
Total liabilities not covered by budgetary resources	
Total Liabilities .....	<u>\$78</u>

## NET POSITION

Unexpended Appropriations (Note 15) .....	0
Cumulative Results of Operations .....	(28)
Total Net Position .....	<u>(28)</u>
Total Liabilities and Net Position .....	<u>\$50</u>



Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
as of 30 September, Year 2  
(Dollars)

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
COSTS:				
Crosscutting Programs				
Program A:				
Intragovernmental	\$ 6	\$	\$ 6	\$ 0
With the Public	<u>65</u>			<u>65</u>
Total	71		6	65
Less earned revenue	<u>15</u>		<u>8</u>	<u>7</u>
Net program costs	56		(2)	58
Other Programs (Note XX)				
Program B:				

Costs not assigned to programs

Less earned revenues not  
attributed to programs

DEFERRED MAINTENANCE (Note X)

NET COSTS OF OPERATIONS 56

Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
<b>COSTS:</b>				
Crosscutting Programs				
Program A:				
Intragovernmental	\$	<b>6310 Interest Expense- Treasury (F)</b>		
		<b>6330 Interest Expense - Re-estimates (F)</b>		
With the Public		<b>6100 Subsidy Expense - Re-estimates (P)</b>		
Total				
Less earned revenue		<b>5300 Interest Income - Borrower (F)</b>		
		<b>5300 Interest Income - Re-estimates (F)</b>		
Net program costs				
Other Programs (Note XX)				
Program B:				
Costs not assigned to programs				
Less earned revenues not attributed to programs				
DEFERRED MAINTENANCE (Note X)				
NET COSTS OF OPERATIONS				

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
For the year ended September 30

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
Net Cost of Operations	\$ 56	\$	\$	\$
Financing Sources (other than exchange revenues)				
Appropriations Used				
Taxes				
Donations				
Imputed financing				
Transfers-in	28			
Transfers-out				
Net Results of Operations (28)				
Prior period Adjustments				
Net Change in Cumulative Results of Operations	(28)			
Increase (decrease) in Unexpended Appropriations	0			
Change in Net Position (28)				
Net Position-Beginning of Period	0			
Net Position-End of Period (28)				

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>	
Net Cost of Operations	<b>\$ From NET COSTS</b>		\$	\$	\$
Financing Sources (other than exchange revenues)					
Appropriations Used					
Taxes					
Donations					
Imputed financing					
Transfers-in					
Transfers-out					
Net Results of Operations	<b>3310 Cum Results of Operations</b>				
Prior period Adjustments					
Net Change in Cumulative Results of Operations	<b>3310 Cum Results of Operations</b>				
Increase (decrease) in Unexpended Appropriations					
Change in Net Position					
Net Position-Beginning of Period	0				
Net Position-End of Period	<b>3310 Cum Results of Operations</b>				

Department/agency  
Reporting entity  
**STATEMENT OF BUDGETARY RESOURCES**  
For the year ended September 30,

	<u>19x1</u>	<u>19x2</u>
<b>Budgetary Resources:</b>		
Budget authority (line 1) 4115 +4142	\$150	\$
Unobligated balances-beginning of period (line 2A)		30
Spending authority from offsetting Collections (line 3)	124	27
Adjustments (lines 4-6)	<u>12</u>	<u>10</u>
Total budgetary resources (line 7)	<u>262</u>	<u>47</u>
<b>Status of Budgetary Resources:</b>		
Obligations incurred (line 8)	232	36
Unobligated balances-available (line 9)		
Unobligated balances-not available (line 10)	<u>30</u>	<u>11</u>
Total, status of budgetary resources (line 11)	<u>262</u>	<u>47</u>
<b>Outlays:</b>		
Obligations incurred (line 8)	232	36
Less: Spending authority from offsetting collections and adjustments (Lines 3A,B,D, & 4A)	124	27
Obligated balance, net - beginning of period (Line 12)		
Obligated balance transferred, net (line 13)		
Less: obligated balance, net - end of period (Line 14)		
Total Outlays (line 15)	108	9

## NOTES TO THE FINANCIAL STATEMENTS

**Note 2. Fund Balances with Treasury:****A. Fund Balances:**

	Entity <u>Assets</u>	Non-Entity <u>Assets</u>	<u>Total</u>
(2) Revolving Funds	\$ 11	28	\$39
(3) Appropriated Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total	11	28	39

**Note 7. Loans and Loan Guarantees, Non-Federal Borrowers:****C1. Direct Loans After FY 1991:**

Loan <u>Programs</u>	Loans Receivable, <u>Gross</u> 115	Interest <u>Receivable</u>	Foreclosed <u>Property</u>	Allowance for Subsidy Cost (Present <u>Value</u> ) 113	Value of Assets Related Direct <u>Loans</u> 2
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**H. Subsidy Expense for Post-1991 direct Loans:****1. Current Year's Direct Loans**

Loan <u>Programs</u>	<u>Defaults</u>	Interest Supple- <u>Fees</u>	<u>ments</u>	<u>Other</u>	<u>Total</u>
					\$0

**2. Direct Loan Modifications and Re-estimates**

<u>Loan Programs</u>	<u>Modifications</u>	<u>Re-estimates</u>
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(1) \_\_\_\_\_ 57

**Direct Loan Program  
Subsequent upward Reestimate**

In year 3, the program account requests appropriation and apportionment of the Special Fund Receipt Account (\$28) and permanent indefinite authority (\$37) to pay the additional subsidy plus interest.

Based upon the appropriation, Treasury issues a warrant to move the Special Fund Receipt amount to a Special Fund Expenditure account. (If this is an Available Receipt, the funds are moved automatically. No separate legal action is required and no physical warrant is issued.)

Special Fund Receipt Account	Special Fund Expenditure Account
<u>SF-133 tx's</u>	<u>SF-133 tx's</u>
none	4119 Other Approp                      28
	4450 Unapport Auth                      28
<u>Proprietary</u>	<u>Proprietary</u>
5730 Trnf out w/o Reimb    28	1010 Fund Bal w/Treasury 28
1010 Fund Bal w/Treasury 28	3100 Unexpend Approp                      28

Treasury moves the Special Fund Expenditure amount to the program account by use of an agency initiated 1151 (Non-expenditure transfer) request. Treasury also warrants the permanent indefinite authority.

Special Fund Expenditure Account	Program Account
<u>SF-133 tx's</u>	<u>SF-133 tx's</u>
4450 Unapport Auth    28	4119 Other Approp    37
<b>4170 Tfr cur yr auth                      28</b>	<b>4170 Tfr cur yr Auth    28</b>
	4450 Unapport Auth                      65
<u>Proprietary</u>	<u>Proprietary</u>
3100 Unexpended Auth 28	1010 Fund Bal w/Treasury 65
1010 Fund Bal w/Treasury                      28	3100 Unexpend Approp                      65

The program account disburses the reestimate to the financing account.

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u>	<u>SF-133 tx's</u>	<u>SF-133 tx's</u>
4450 Unapport 65	4271 Actual Coll Sub 65	none
4902 Exp Auth -pd 65	4450 Unapport 65	
<u>Proprietary</u>	<u>Proprietary</u>	<u>Proprietary</u>
2110 Pay to Fin Acct 65	1010 Fund Bal/Treas 65	none
1010 Fund Bal/Treas 65	1310 Accts Rec 65	
3100 Unexp App 65		
5700 App Used(G) 65		



**CONSOLIDATED FINANCIAL STATEMENTS—YEAR 3**

Department/Agency

Reporting Entity

**STATEMENT OF FINANCIAL POSITION**

as of 30 September, Year 3

(Dollars)

**ASSETS**

## Entity Asset:

## Intragovernmental Items, Federal

Fund Balance with Treasury (Note 2) ..... \$11

Investments (Note 4)

Accounts Receivable, Net (Note 5) .....

Interest Receivable (net)

Other assets (Note 6)

## Governmental

Investments (Note 4)

Accounts Receivable, net (Note 5)

Interest Receivable (net)

Credit program receivables and related foreclosed property, net (Note 7) ..... 2

Cash and other monetary assets (Note 3)

Inventory and related property, net (Note 8)

General property, plant, and equipment, net (Note 9)

Other assets (Note 6) .....           Total entity assets ..... \$13

## Non-Entity Assets:

## Intragovernmental

Fund balance with Treasury (Note 2)

Accounts receivable, net (Note 5)

Interest receivable (net)

Other assets (Note 6)

## Governmental

Accounts receivable, net (Note 5)

Interest receivable (net)

Cash and other monetary assets (Note 3)

Other assets (Note 6) .....           Total non-entity assets .....           Total Assets ..... \$13

## LIABILITIES

### Liabilities Covered by Budgetary Resources:

#### Intragovernmental liabilities:

Accounts payable  
Interest payable  
Other intragovernmental liabilities (Note 11)

#### Governmental Liabilities:

Accounts payable 2510 + 2990 .....	13
Interest payable	
Liabilities for loan guarantees (Note 7) .....	
Lease liabilities (Note 12)	
Pensions, other retirement benefits and other	
Post-employment benefits (Note 13)	
Insurance liabilities (Note 14)	
Other governmental liabilities (Note 11) <i>deferred Revenue</i> .....	
Total liabilities covered by budgetary resources .....	<u>13</u>

### Liabilities not Covered by Budgetary Resources:

#### Intragovernmental liabilities:

Accounts payable  
Debt (Note 10)  
Other intragovernmental liabilities (Note 11)

#### Governmental liabilities:

Accounts payable	
Debt (Note 10)	
Lease liabilities (Note 12)	
Pensions, other retirement benefits and other	
post-employment benefits (Note 13)	
Insurance liabilities (Note 14)	
Other governmental liabilities (Note 11)	
Total liabilities not covered by budgetary resources	
Total Liabilities .....	<u>\$13</u>

## NET POSITION

Unexpended Appropriations (Note 15) .....	0
Cumulative Results of Operations .....	0
Total Net Position .....	<u>0</u>
Total Liabilities and Net Position .....	<u>\$13</u>

Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
as of 30 September, Year 3  
(Dollars)

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
COSTS:				
Crosscutting Programs				
Program A:				
Intragovernmental	\$ 0	\$	\$ 0	\$ 0
With the Public	<u>0</u>			<u>0</u>
Total	0		0	0
Less earned revenue	<u>0</u>		<u>0</u>	<u>0</u>
Net program costs	0		0	0
Other Programs (Note XX)				
Program B:				

Costs not assigned to programs

Less earned revenues not  
attributed to programs

DEFERRED MAINTENANCE (Note X)

NET COSTS OF OPERATIONS 0

Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
<b>COSTS:</b>				
Crosscutting Programs				
Program A:				
Intragovernmental	\$	<b>6310 Interest Expense- Treasury (F)</b>		
		<b>6330 Interest Expense - Re-estimates (F)</b>		
With the Public		<b>6100 Subsidy Expense - Re-estimates (P)</b>		
Total				
Less earned revenue		<b>5300 Interest Income - Borrower (F)</b>		
		<b>5300 Interest Income - Re-estimates (F)</b>		
Net program costs				
Other Programs (Note XX)				
Program B:				
Costs not assigned to programs				
Less earned revenues not attributed to programs				
DEFERRED MAINTENANCE (Note X)				
NET COSTS OF OPERATIONS				

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
For the year ended September 30

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
Net Cost of Operations	\$ 0	\$	\$	\$
Financing Sources (other than exchange revenues)				
Appropriations Used	65			
Taxes				
Donations				
Imputed financing				
Transfers-in				
Transfers-out				
Net Results of Operations	0			
Prior period Adjustments				
Net Change in Cumulative Results of Operations	0			
Increase (decrease) in Unexpended Appropriations	0			
Change in Net Position				
Net Position-Beginning of Period	(65)			
Net Position-End of Period	0			

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>	
Net Cost of Operations	<b>\$ From NET COSTS</b>		\$	\$	\$
Financing Sources (other than exchange revenues)					
Appropriations Used	<b>5700</b>	<b>Appropriated Capital Used</b>			
Taxes					
Donations					
Imputed financing					
Transfers-in					
Transfers-out					
Net Results of Operations					
Prior period Adjustments					
Net Change in Cumulative Results of Operations					
Increase (decrease) in Unexpended Appropriations					
Change in Net Position					
Net Position-Beginning of Period	<b>3310</b>	<b>Cum Results of Operations</b>			
Net Position-End of Period	<b>3310</b>	<b>Cum Results of Operations</b>			

Department/agency  
Reporting entity  
**STATEMENT OF BUDGETARY RESOURCES**  
For the year ended September 30,

	<u>19x2</u>	<u>19x3</u>
<b>Budgetary Resources:</b>		
Budget authority (line 1) 4115 +4142+4119	\$	\$ 63
Unobligated balances-beginning of period (line 2A)	30	11
Spending authority from offsetting Collections (line 3)	27	63
Adjustments (lines 4-6)	<u>(10)</u>	<u>(63)</u>
Total budgetary resources (line 7)	<u>47</u>	<u>74</u>
<b>Status of Budgetary Resources:</b>		
Obligations incurred (line 8)	36	63
Unobligated balances-available (line 9)		
Unobligated balances-not available (line 10)	<u>11</u>	<u>11</u>
Total, status of budgetary resources (line 11)	<u>47</u>	<u>74</u>
<b>Outlays:</b>		
Obligations incurred (line 8)	36	63
Less: Spending authority from offsetting collections and adjustments (Lines 3A,B,D, & 4A)	27	63
Obligated balance, net - beginning of period (Line 12)		
Obligated balance transferred, net (line 13)		
Less: obligated balance, net - end of period (Line 14)		
Total Outlays (line 15)	9	0

## NOTES TO THE FINANCIAL STATEMENTS

**Note 2. Fund Balances with Treasury:****A. Fund Balances:**

	Entity <u>Assets</u>	Non-Entity <u>Assets</u>	<u>Total</u>
(2) Revolving Funds	\$ 11	0	\$11
(3) Appropriated Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total	11	0	11

**Note 7. Loans and Loan Guarantees, Non-Federal Borrowers:****C1. Direct Loans After FY 1991:**

Loan <u>Programs</u>	Loans Receivable, <u>Gross</u> 115	Interest <u>Receivable</u>	Foreclosed <u>Property</u>	Allowance for Subsidy Cost (Present <u>Value</u> ) 113	Value of Assets Related Direct <u>Loans</u> 2
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**H. Subsidy Expense for Post-1991 direct Loans:****1. Current Year's Direct Loans**

Loan <u>Programs</u>	<u>Defaults</u>	Interest Supple- <u>Fees</u>	<u>ments</u>	<u>Other</u>	<u>Total</u>
					\$0

2. Direct Loan Modifications and Re-estimates

<u>Loan Programs</u>	<u>Modifications</u>	<u>Re-estimates</u>
----------------------	----------------------	---------------------

(1)\_\_\_\_\_



**Direct Loan Program  
Negative Subsidy  
ILLUSTRATION 3  
General Fund**

A discretionary loan program projects a negative subsidy of \$30 for a direct loan with a face value of \$175. The financing account records the anticipated fees to be collected from the borrower and borrowing authority to fund the loan and the negative subsidy.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4142 Borrow Auth           205 4060 Antic NonFED Coll   80 4450 Unapportioned                   285	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> no entry	<u>Proprietary</u> 1010 Fund Bal/Treas       205 2510 Prin Pay Treas(G)           205	<u>Proprietary</u> no entry

### Agency Disburses Direct Loan

The agency signs a loan contract and disburses a \$175 direct loan to a borrower. For simplification, steps that would take place between the receipt of the appropriation and the disbursement of the loan have been omitted (apportionment, Allotment and obligation). In this illustration we are assuming Treasury interest rate of 7% and borrower interest rate of 5%.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u>	<u>SF-133 tx's</u>	<u>SF-133 tx's</u>
	4261 Actual Col Fees      27	no entry
	4060 Antic Non-Fed Coll    27	
	4801 Undel Orders          175	
	4902 Expend Auth-pd      175	
<u>Proprietary</u>	<u>Proprietary</u>	<u>Proprietary</u>
	1010 Fund Bal/Treas      27	no entry
	1399 Allow Subsidy (N)    27	
	1350 Loan Rec (N)          175	
	1010 Fund Bal/Treas      175	

The financing account sends the negative subsidy to a General Fund Receipt account upon the disbursement of the loan.

### OPTION 1

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4801 Undel Orders 30 4902 Expend Auth-pd 30	<u>SF-133 tx's</u> none
<u>Proprietary</u> 5730 Fin So tr w/o reimb(G) 30 6199 Adj Subsidy Exp(N) 30	<u>Proprietary</u> 1399 Allow Subsidy(N) 30 1010 Fund Bal/Treas 30 (This amount will be reflected in the agency's 224 txs (disbursement) and show up in Treasury's General Fund.)	<u>Proprietary</u> (Treasury should pick up this money and show the \$30 as a receipt of the Government)

### OPTION 2

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4801 Undel Orders 30 4902 Expend Auth-pd	<u>SF-133 tx's</u> none 30
<u>Proprietary</u> no entry	<u>Proprietary</u> 1399 Allow Subsidy(N) 30 6199 Adj Subsidy Exp(N) 30 5730 Fin So tr w/o reimb(G) 30 1010 Fund Bal/Treas 30 (This amount will be reflected in the agency's 224 txs (disbursement) and show up in Treasury's General Fund.)	<u>Proprietary</u> (Treasury should pick up this money and show the \$30 as a receipt of the Government)

### Payments Received and Paid

The borrower paid principal (\$40) and interest (\$9) on his loan.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4263 Actual Col int     9 4262 Act coll Prinl     40 4060 Antic Non-Fed Coll 49	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> no entry	<u>Proprietary</u> 1010 Fund Bal/Treas 49 1350 loan rec (N)     40 5310 Int Inc- B(N)     9	<u>Proprietary</u> no entry

The agency calculates and pays interest (\$14) and principal (\$20) to Treasury.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4610 Allotments         34 4147 Act Pay Treasury 20 4902 Expended Auth-pd 14	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> no entry	<u>Proprietary</u> 6310 Int Exp- Treasury(G) 14 2510 Prin Pay Treasury    20 1010 Fund Balw/Treasury 34	<u>Proprietary</u> no entry



**CONSOLIDATED FINANCIAL STATEMENTS—YEAR 1**

Department/Agency

Reporting Entity

**STATEMENT OF FINANCIAL POSITION**

as of 30 September, Year 1

(Dollars)

**ASSETS**

## Entity Asset:

## Intragovernmental Items, Federal

Fund Balance with Treasury (Note 2) ..... \$42

Investments (Note 4)

Accounts Receivable, Net (Note 5) .....

Interest Receivable (net)

Other assets (Note 6)

## Governmental

Investments (Note 4)

Accounts Receivable, net (Note 5)

Interest Receivable (net)

Credit program receivables and related foreclosed property, net (Note 7) ..... 143

Cash and other monetary assets (Note 3)

Inventory and related property, net (Note 8)

General property, plant, and equipment, net (Note 9)

Other assets (Note 6) .....           Total entity assets ..... \$185

## Non-Entity Assets:

## Intragovernmental

Fund balance with Treasury (Note 2)

Accounts receivable, net (Note 5)

Interest receivable (net)

Other assets (Note 6)

## Governmental

Accounts receivable, net (Note 5)

Interest receivable (net)

Cash and other monetary assets (Note 3)

Other assets (Note 6) .....           Total non-entity assets .....           Total Assets ..... \$185

## LIABILITIES

### Liabilities Covered by Budgetary Resources:

#### Intragovernmental liabilities:

Accounts payable  
Interest payable  
Other intragovernmental liabilities (Note 11)

#### Governmental Liabilities:

Accounts payable 2510 + 2990 .....	185
Interest payable .....	
Liabilities for loan guarantees (Note 7) .....	
Lease liabilities (Note 12) .....	
Pensions, other retirement benefits and other Post-employment benefits (Note 13) .....	
Insurance liabilities (Note 14) .....	
Other governmental liabilities (Note 11) <i>deferred Revenue</i> .....	
Total liabilities covered by budgetary resources .....	<u>185</u>

### Liabilities not Covered by Budgetary Resources:

#### Intragovernmental liabilities:

Accounts payable  
Debt (Note 10)  
Other intragovernmental liabilities (Note 11)

#### Governmental liabilities:

Accounts payable .....	
Debt (Note 10) .....	
Lease liabilities (Note 12) .....	
Pensions, other retirement benefits and other post-employment benefits (Note 13) .....	
Insurance liabilities (Note 14) .....	
Other governmental liabilities (Note 11) .....	
Total liabilities not covered by budgetary resources .....	
Total Liabilities .....	<u>\$185</u>

## NET POSITION

Unexpended Appropriations (Note 15) .....	0
Cumulative Results of Operations .....	0
Total Net Position .....	<u>0</u>
Total Liabilities and Net Position .....	<u>\$185</u>

Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
as of 30 September, Year 1  
(Dollars)

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
COSTS:				
Crosscutting Programs				
Program A:				
Intragovernmental	\$ 14	\$	\$14	\$ 0
With the Public	(30)			(30)
Total	(16)		14	(30)
Less earned revenue	<u>14</u>		<u>14</u>	<u>9</u>
Net program costs	(30)		0	(30)
Other Programs (Note XX)				
Program B:				

Costs not assigned to programs

Less earned revenues not  
attributed to programs

DEFERRED MAINTENANCE (Note X)

NET COSTS OF OPERATIONS 0



Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
<b>COSTS:</b>				
Crosscutting Programs				
Program A:				
Intragovernmental	\$	<b>6310</b>	<b>Interest Expense- Treasury (F)</b>	
With the Public		<b>6199</b>	<b>Subsidy Expense (P)</b>	
Total				
Less earned revenue		<b>5300</b>	<b>Interest Income - Borrower (F)</b>	
		<b>5300</b>	<b>Interest Income - Subsidy (F)</b>	
Net program costs				
Other Programs (Note XX)				
Program B:				
Costs not assigned to programs				
Less earned revenues not attributed to programs				
DEFERRED MAINTENANCE (Note X)				
NET COSTS OF OPERATIONS				

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
For the year ended September 30

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
Net Cost of Operations	\$ (30)	\$	\$	\$
Financing Sources (other than exchange revenues)				
Appropriations Used	65			
Taxes				
Donations				
Imputed financing				
Transfers-in				
Transfers-out	30			
Net Results of Operations	0			
Prior period Adjustments				
Net Change in Cumulative Results of Operations	0			
Increase (decrease) in Unexpended Appropriations	0			
Change in Net Position				
Net Position-Beginning of Period	0			
Net Position-End of Period	0			

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>	
Net Cost of Operations	<b>\$ From NET COSTS</b>		\$	\$	\$
Financing Sources (other than exchange revenues)					
Appropriations Used					
Taxes					
Donations					
Imputed financing					
Transfers-in					
Transfers-out	<b>5730</b>	<b>Transfer Out Without Reimbursement</b>			
Net Results of Operations					
Prior period Adjustments					
Net Change in Cumulative Results of Operations					
Increase (decrease) in Unexpended Appropriations					
Change in Net Position					
Net Position-Beginning of Period	<b>3310</b>	<b>Cum Results of Operations</b>			
Net Position-End of Period	<b>3310</b>	<b>Cum Results of Operations</b>			

Department/agency  
Reporting entity  
**STATEMENT OF BUDGETARY RESOURCES**  
For the year ended September 30,

	<u>19x1</u>	<u>19xx</u>
<b>Budgetary Resources:</b>		
Budget authority (line 1) 4115 +4142+4119+4142	\$205	\$
Unobligated balances-beginning of period (line 2A)		
Spending authority from offsetting Collections (line 3)	76	
Adjustments (lines 4-6)	<u>(20)</u>	_____
Total budgetary resources (line 7)	<u>261</u>	<u>_____</u>

**Status of Budgetary Resources:**

Obligations incurred (line 8)	219	
Unobligated balances-available (line 9)		
Unobligated balances-not available (line 10)	<u>42</u>	_____
Total, status of budgetary resources (line 11)	<u>261</u>	<u>_____</u>

**Outlays:**

Obligations incurred (line 8)	219
Less: Spending authority from offsetting collections and adjustments (Lines 3A,B,D, & 4A)	76
Obligated balance, net - beginning of period (Line 12)	
Obligated balance transferred, net (line 13)	
Less: obligated balance, net - end of period (Line 14)	
Total Outlays (line 15)	143

## NOTES TO THE FINANCIAL STATEMENTS

**Note 2. Fund Balances with Treasury:****A. Fund Balances:**

	Entity <u>Assets</u>	Non-Entity <u>Assets</u>	<u>Total</u>
(2) Revolving Funds	\$ 42	0	\$42
(3) Appropriated Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total	42	0	42

**Note 7. Loans and Loan Guarantees, Non-Federal Borrowers:****C1. Direct Loans After FY 1991:**

Loan <u>Programs</u>	Loans Receivable, <u>Gross</u> 135	Interest <u>Receivable</u>	Foreclosed <u>Property</u>	Allowance for Subsidy Cost (Present <u>Value</u> ) 8	Value of Assets Related Direct <u>Loans</u> 143
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**H. Subsidy Expense for Post-1991 direct Loans:****1. Current Year's Direct Loans**

Loan <u>Programs</u>	<u>Defaults</u>	<u>Fees</u>	Interest Supple- <u>ments</u>	<u>Other</u>	<u>Total</u>
					\$(30)

**2. Direct Loan Modifications and Re-estimates**

<u>Loan Programs</u>	<u>Modifications</u>	<u>Re-estimates</u>
----------------------	----------------------	---------------------

(1)\_\_\_\_\_

**Direct Loan Program  
Negative Subsidy  
ILLUSTRATION 4  
Special Fund**

A loan program projects a negative subsidy of \$30 for a direct loan with a face value of \$175. This loan program sends negative subsidy to a **Special Fund Receipt Account**. The financing account records the anticipated fees to be collected from the borrower and borrowing authority to fund the loan and the negative subsidy.

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4142 Borrow Auth           205 4060 Antic NonFED Coll   80 4450 Unapportioned                   285	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> no entry	<u>Proprietary</u> 1010 Fund Bal/Treas       205 2510 Prin Pay Treas(G)       205	<u>Proprietary</u> no entry

### Agency Disburses Direct Loan

The agency signs a loan contract and disburses a \$175 direct loan to a borrower. For simplification, steps that would take place between the receipt of the appropriation and the disbursement of the loan have been omitted (apportionment, Allotment and obligation). In this illustration we are assuming Treasury interest rate of 7% and borrower interest rate of 5%.

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u>	<u>SF-133 tx's</u>	<u>SF-133 tx's</u>
	4261 Actual Col Fees      27	no entry
	4060 Antic Non-Fed Coll    27	
	4801 Undel Orders          175	
	4902 Expend Auth-pd      175	
<u>Proprietary</u>	<u>Proprietary</u>	<u>Proprietary</u>
	1010 Fund Bal/Treas      27	no entry
	1399 Allow Subsidy (N)    27	
	1350 Loan Rec (N)        175	
	1010 Fund Bal/Treas      175	

The financing account sends the negative subsidy to a **Special Fund Receipt account** upon the disbursement of the loan.

### OPTION 1

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4801 Undel Orders 30 4902 Expend Auth-pd 30	<u>SF-133 tx's</u> none
<u>Proprietary</u> 5730 Fin So tr w/o reimb(G) 30 6199 Adj Subsidy Exp(N) 30	<u>Proprietary</u> 1399 Allow Subsidy(N) 30 1010 Fund Bal/Treas 30	<u>Proprietary</u> 1010 Fund Bal w/Treasury 30 5720 Fin So Tr in w/o Reimb 30

### OPTION 2

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4801 Undel Orders 30 4902 Expend Auth-pd 30	<u>SF-133 tx's</u> none
<u>Proprietary</u>	<u>Proprietary</u> 1399 Allow Subsidy(N) 30 6199 Adj Subsidy Exp(N) 30 5730 Fin So tr w/o reimb(G) 30 1010 Fund Bal/Treas 30	<u>Proprietary</u> 1010 Fund Bal w/Treasury 30 5720 Fin So Tr in w/o Reimb 30



### Payments Received and Paid

The borrower paid principal (\$40) and interest (\$9) on his loan.

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4263 Actual Col int     9 4262 Act coll Prinl     40 4060 Antic Non-Fed Coll 49	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> no entry	<u>Proprietary</u> 1010 Fund Bal/Treas 49 1350 loan rec (N)     40 5310 Int Inc- B(N)     9	<u>Proprietary</u> no entry

The agency calculates and pays interest (\$14) and principal (\$20) to Treasury.

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> 4610 Allotments     34 4147 Act Pay Treasury 20 4902 Expended Auth-pd 14	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> no entry	<u>Proprietary</u> 6310 Int Exp- Treasury(G)     14 2510 Prin Pay Treasury     20 1010 Fund Balw/Treasury 34	<u>Proprietary</u> no entry

The agency amortizes the subsidy to fund the interest expense to Treasury.

Program Account	Financing Account	General Fund Receipt Account
<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> no entry	<u>SF-133 tx's</u> no entry
<u>Proprietary</u> no entry	<u>Proprietary</u> 1399 Allowance for Subsidy      5 5310 Int Inc -Subsidy                      5	<u>Proprietary</u> no entry

**CONSOLIDATED FINANCIAL STATEMENTS—YEAR 1**

Department/Agency

Reporting Entity

**STATEMENT OF FINANCIAL POSITION**

as of 30 September, Year 1

(Dollars)

**ASSETS**

## Entity Asset:

## Intragovernmental Items, Federal

Fund Balance with Treasury (Note 2) ..... \$42

Investments (Note 4)

Accounts Receivable, Net (Note 5) .....

Interest Receivable (net)

Other assets (Note 6)

## Governmental

Investments (Note 4)

Accounts Receivable, net (Note 5)

Interest Receivable (net)

Credit program receivables and related foreclosed property, net (Note 7) ..... 143

Cash and other monetary assets (Note 3)

Inventory and related property, net (Note 8)

General property, plant, and equipment, net (Note 9)

Other assets (Note 6) .....           Total entity assets ..... \$185

## Non-Entity Assets:

## Intragovernmental

Fund balance with Treasury (Note 2) ..... 30

Accounts receivable, net (Note 5)

Interest receivable (net)

Other assets (Note 6)

## Governmental

Accounts receivable, net (Note 5)

Interest receivable (net)

Cash and other monetary assets (Note 3)

Other assets (Note 6) .....           Total non-entity assets .....           Total Assets ..... \$215

**LIABILITIES****Liabilities Covered by Budgetary Resources:****Intragovernmental liabilities:**

Accounts payable  
Interest payable  
Other intragovernmental liabilities (Note 11)

**Governmental Liabilities:**

Accounts payable 2510 + 2990 .....	185
Interest payable .....	
Liabilities for loan guarantees (Note 7) .....	
Lease liabilities (Note 12) .....	
Pensions, other retirement benefits and other Post-employment benefits (Note 13) .....	
Insurance liabilities (Note 14) .....	
Other governmental liabilities (Note 11) <i>deferred Revenue</i> .....	
<b>Total liabilities covered by budgetary resources .....</b>	<b><u>185</u></b>

**Liabilities not Covered by Budgetary Resources:****Intragovernmental liabilities:**

Accounts payable  
Debt (Note 10)  
Other intragovernmental liabilities (Note 11)

**Governmental liabilities:**

Accounts payable .....	
Debt (Note 10) .....	
Lease liabilities (Note 12) .....	
Pensions, other retirement benefits and other post-employment benefits (Note 13) .....	
Insurance liabilities (Note 14) .....	
Other governmental liabilities (Note 11) .....	
<b>Total liabilities not covered by budgetary resources .....</b>	
<b>Total Liabilities .....</b>	<b><u>\$185</u></b>

**NET POSITION**

Unexpended Appropriations (Note 15) .....	0
Cumulative Results of Operations .....	0
<b>Total Net Position .....</b>	<b><u>30</u></b>
<b>Total Liabilities and Net Position .....</b>	<b><u>\$215</u></b>

Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
as of 30 September, Year 1  
(Dollars)

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
COSTS:				
Crosscutting Programs				
Program A:				
Intragovernmental	\$ 14	\$	\$14	\$ 0
With the Public	(30)			(30)
Total	(16)		14	(30)
Less earned revenue	<u>14</u>		<u>14</u>	<u>9</u>
Net program costs	(30)		0	(30)
Other Programs (Note XX)				
Program B:				

Costs not assigned to programs

Less earned revenues not  
attributed to programs

DEFERRED MAINTENANCE (Note X)

NET COSTS OF OPERATIONS (30)

Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
<b>COSTS:</b>				
Crosscutting Programs				
Program A:				
Intragovernmental	\$	<b>6310</b>	<b>Interest Expense- Treasury (F)</b>	
With the Public		<b>6199</b>	<b>Subsidy Expense (P)</b>	
Total				
Less earned revenue		<b>5300</b>	<b>Interest Income - Borrower (F)</b>	
		<b>5300</b>	<b>Interest Income - Subsidy (F)</b>	
Net program costs				
Other Programs (Note XX)				
Program B:				
Costs not assigned to programs				
Less earned revenues not attributed to programs				
DEFERRED MAINTENANCE (Note X)				
NET COSTS OF OPERATIONS				

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
For the year ended September 30

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
Net Cost of Operations	\$ (30)	\$	\$	\$
Financing Sources (other than exchange revenues)				
Appropriations Used				
Taxes				
Donations				
Imputed financing				
Transfers-in	30			
Transfers-out	30			
Net Results of Operations	30			
Prior period Adjustments				
Net Change in Cumulative Results of Operations	30			
Increase (decrease) in Unexpended Appropriations	0			
Change in Net Position				
Net Position-Beginning of Period	0			
Net Position-End of Period	30			

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>	
Net Cost of Operations	<b>\$ From NET COSTS</b>		\$	\$	\$
Financing Sources (other than exchange revenues)					
Appropriations Used					
Taxes					
Donations					
Imputed financing					
Transfers-in	<b>5720</b>	<b>Transfer in Without Reimbursement</b>			
Transfers-out	<b>5730</b>	<b>Transfer Out Without Reimbursement</b>			
Net Results of Operations					
Prior period Adjustments					
Net Change in Cumulative Results of Operations					
Increase (decrease) in Unexpended Appropriations					
Change in Net Position					
Net Position-Beginning of Period	<b>3310</b>	<b>Cum Results of Operations</b>			
Net Position-End of Period	<b>3310</b>	<b>Cum Results of Operations</b>			



Department/agency  
Reporting entity  
**STATEMENT OF BUDGETARY RESOURCES**  
For the year ended September 30,

	<u>19x1</u>	<u>19xx</u>
<b>Budgetary Resources:</b>		
Budget authority (line 1) 4115 +4142+4119+4142	\$205	\$
Unobligated balances-beginning of period (line 2A)		
Spending authority from offsetting Collections (line 3)	76	
Adjustments (lines 4-6)	<u>(20)</u>	_____
Total budgetary resources (line 7)	<u>261</u>	<u>_____</u>

**Status of Budgetary Resources:**

Obligations incurred (line 8)	219	
Unobligated balances-available (line 9)		
Unobligated balances-not available (line 10)	<u>42</u>	_____
Total, status of budgetary resources (line 11)	<u>261</u>	<u>_____</u>

**Outlays:**

Obligations incurred (line 8)	219
Less: Spending authority from offsetting collections and adjustments (Lines 3A,B,D, & 4A)	76
Obligated balance, net - beginning of period (Line 12)	
Obligated balance transferred, net (line 13)	
Less: obligated balance, net - end of period (Line 14)	
Total Outlays (line 15)	143

## NOTES TO THE FINANCIAL STATEMENTS

**Note 2. Fund Balances with Treasury:****A. Fund Balances:**

	Entity <u>Assets</u>	Non-Entity <u>Assets</u>	<u>Total</u>
(2) Revolving Funds	\$ 72	0	\$72
(3) Appropriated Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total	72	0	72

**Note 7. Loans and Loan Guarantees, Non-Federal Borrowers:****C1. Direct Loans After FY 1991:**

Loan <u>Programs</u>	Loans Receivable, <u>Gross</u> 135	Interest <u>Receivable</u>	Foreclosed <u>Property</u>	Allowance for Subsidy Cost (Present <u>Value</u> ) 8	Value of Assets Related Direct <u>Loans</u> 143
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**H. Subsidy Expense for Post-1991 direct Loans:****1. Current Year's Direct Loans**

Loan <u>Programs</u>	<u>Defaults</u>	<u>Fees</u>	Interest Supple- <u>ments</u>	<u>Other</u>	<u>Total</u>
					\$(30)

**2. Direct Loan Modifications and Re-estimates**

<u>Loan Programs</u>	<u>Modifications</u>	<u>Re-estimates</u>
----------------------	----------------------	---------------------

(1)\_\_\_\_\_

**Direct Loan Program**  
**Subsequent Use of Negative Subsidy**  
**4 (cont)**

In year 2, the agency requests use of the Special Fund Receipts. With appropriation authority, the Special Fund Receipt amount is warranted to the Special Fund Expenditure Account for use by the agency. If this is a Special Fund Receipt - Available, these procedures are executed immediately.

Based upon the appropriation, Treasury issues a warrant to move the Special Fund Receipt amount to a Special Fund Expenditure account. (If this is an Available Receipt, the funds are moved automatically. No separate legal action is required and no physical warrant is issued.)

Special Fund Receipt Account	Special Fund Expenditure Account
<u>SF-133 tx's</u> none	<u>SF-133 tx's</u> 4119 Other Approp    30 4450 Unapport Auth            30
<u>Proprietary</u> 5730 Trf Out w/o Reimb   30 1010 Fund Bal w/Treasury   30	<u>Proprietary</u> 1010 Fund Bal w/Treasury   30 3100 Unexpend Approp    30

Treasury moves the Special Fund Expenditure amount to the program account by use of an agency initiated 1151 (non-expenditure transfer).

Special Fund Expenditure Account	Program Account
<u>SF-133 tx's</u>	<u>SF-133 tx's</u>
4450 Unapport Auth 30	<b>4170 Tfr cur yr Auth</b> 30
<b>4170 Tfr cur yr auth</b> 30	4450 Unapport Auth 30
<u>Proprietary</u>	<u>Proprietary</u>
3100 Unexpended Auth 30	1010 Fund Bal w/Treasury 30
1010 Fund Bal w/Treasury 30	3100 Unexpend Approp 30

The program account transfers the subsidy to the financing account.

Program Account	Financing Account	Special Fund Receipt Account
<u>SF-133 tx's</u>	<u>SF-133 tx's</u>	<u>SF-133 tx's</u>
4450 Unapport 30	4271 Actual Coll Sub 30	none
4902 Exp Auth -pd 30	4450 Unapport 30	
<u>Proprietary</u>	<u>Proprietary</u>	<u>Proprietary</u>
6100 Subsidy Exp(N) 30	1010 Fund Bal/Treas 30	none
1010 Fund Bal/Treas 30	1399 Allow Sub(N) 30	
3100 Unexp App 30		
5700 App Used(G) 30		

**CONSOLIDATED FINANCIAL STATEMENTS—YEAR 2**

Department/Agency

Reporting Entity

**STATEMENT OF FINANCIAL POSITION**

as of 30 September, Year 2

(Dollars)

**ASSETS**

## Entity Asset:

Intragovernmental Items, Federal

Fund Balance with Treasury (Note 2) ..... \$72

Investments (Note 4)

Accounts Receivable, Net (Note 5) .....

Interest Receivable (net)

Other assets (Note 6)

## Governmental

Investments (Note 4)

Accounts Receivable, net (Note 5)

Interest Receivable (net)

Credit program receivables and related foreclosed property, net (Note 7) ..... 113

Cash and other monetary assets (Note 3)

Inventory and related property, net (Note 8)

General property, plant, and equipment, net (Note 9)

Other assets (Note 6) .....           Total entity assets ..... \$185

## Non-Entity Assets:

## Intragovernmental

Fund balance with Treasury (Note 2)

Accounts receivable, net (Note 5)

Interest receivable (net)

Other assets (Note 6)

## Governmental

Accounts receivable, net (Note 5)

Interest receivable (net)

Cash and other monetary assets (Note 3)

Other assets (Note 6) .....           Total non-entity assets .....           Total Assets ..... \$185

## LIABILITIES

### Liabilities Covered by Budgetary Resources:

#### Intragovernmental liabilities:

Accounts payable  
Interest payable  
Other intragovernmental liabilities (Note 11)

#### Governmental Liabilities:

Accounts payable 2510 + 2990 .....	185
Interest payable .....	
Liabilities for loan guarantees (Note 7) .....	
Lease liabilities (Note 12) .....	
Pensions, other retirement benefits and other Post-employment benefits (Note 13) .....	
Insurance liabilities (Note 14) .....	
Other governmental liabilities (Note 11) <i>deferred Revenue</i> .....	
Total liabilities covered by budgetary resources .....	<u>185</u>

### Liabilities not Covered by Budgetary Resources:

#### Intragovernmental liabilities:

Accounts payable  
Debt (Note 10)  
Other intragovernmental liabilities (Note 11)

#### Governmental liabilities:

Accounts payable .....	
Debt (Note 10) .....	
Lease liabilities (Note 12) .....	
Pensions, other retirement benefits and other post-employment benefits (Note 13) .....	
Insurance liabilities (Note 14) .....	
Other governmental liabilities (Note 11) .....	
Total liabilities not covered by budgetary resources .....	
Total Liabilities .....	<u>\$185</u>

## NET POSITION

Unexpended Appropriations (Note 15) .....	0
Cumulative Results of Operations .....	0
Total Net Position .....	<u>0</u>
Total Liabilities and Net Position .....	<u>\$185</u>

Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
as of 30 September, Year 1  
(Dollars)

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
COSTS:				
Crosscutting Programs				
Program A:				
Intragovernmental	\$	\$	\$	\$ 0
With the Public	<u>30</u>			<u>30</u>
Total	30			30
Less earned revenue	<u>0</u>		<u>0</u>	<u>0</u>
Net program costs	30		0	30
Other Programs (Note XX)				
Program B:				

Costs not assigned to programs

Less earned revenues not  
attributed to programs

DEFERRED MAINTENANCE (Note X)

NET COSTS OF OPERATIONS 30



Department/Agency  
Reporting Entity  
CONSOLIDATING STATEMENT OF NET COST  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
<b>COSTS:</b>				
Crosscutting Programs				
Program A:				
Intragovernmental	\$	<b>6310</b>	<b>Interest Expense- Treasury (F)</b>	
With the Public		<b>6199</b>	<b>Subsidy Expense (P)</b>	
Total				
Less earned revenue		<b>5300</b>	<b>Interest Income - Borrower (F)</b>	
		<b>5300</b>	<b>Interest Income - Subsidy (F)</b>	
Net program costs				
Other Programs (Note XX)				
Program B:				
Costs not assigned to programs				
Less earned revenues not attributed to programs				
DEFERRED MAINTENANCE (Note X)				
NET COSTS OF OPERATIONS				

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
For the year ended September 30

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>
Net Cost of Operations	\$ 30	\$	\$	\$
Financing Sources (other than exchange revenues)				
Appropriations Used 30				
Taxes				
Donations				
Imputed financing				
Transfers-in				
Transfers-out				
Net Results of Operations	0			
Prior period Adjustments				
Net Change in Cumulative Results of Operations	0			
Increase (decrease) in Unexpended Appropriations	0			
Change in Net Position				
Net Position-Beginning of Period	0			
Net Position-End of Period	0			

Depart/agency  
Reporting entity  
CONSOLIDATING STATEMENT OF CHANGES IN NET POSITION  
SGL X-WALK

	<u>Sub- organi- zation A</u>	<u>Sub- organi- zation B</u>	<u>Intra- agency elimin- ations</u>	<u>Consol- idated Totals</u>	
Net Cost of Operations	<b>\$ From NET COSTS</b>		\$	\$	\$
Financing Sources (other than exchange revenues)					
Appropriations Used	<b>5700</b>	<b>Appropriated Capital Used</b>			
Taxes					
Donations					
Imputed financing					
Transfers-in					
Transfers-out					
Net Results of Operations					
Prior period Adjustments					
Net Change in Cumulative Results of Operations					
Increase (decrease) in Unexpended Appropriations					
Change in Net Position					
Net Position-Beginning of Period	<b>3310</b>	<b>Cum Results of Operations</b>			
Net Position-End of Period	<b>3310</b>	<b>Cum Results of Operations</b>			

Department/agency  
Reporting entity  
**STATEMENT OF BUDGETARY RESOURCES**  
For the year ended September 30,

	<u>19x1</u>	<u>19x2</u>
<b>Budgetary Resources:</b>		
Budget authority (line 1) 4115 +4142+4119+4142+4170	\$205	\$ 30
Unobligated balances-beginning of period (line 2A)		42
Spending authority from offsetting Collections (line 3)	76	30
Adjustments (lines 4-6)	<u>(20)</u>	<u>      </u>
Total budgetary resources (line 7)	<u>261</u>	<u>102</u>

**Status of Budgetary Resources:**

Obligations incurred (line 8)	219	30
Unobligated balances-available (line 9)		
Unobligated balances-not available (line 10)	<u>42</u>	<u>72</u>
Total, status of budgetary resources (line 11)	<u>261</u>	<u>102</u>

**Outlays:**

Obligations incurred (line 8)	219	30
Less: Spending authority from offsetting collections and adjustments (Lines 3A,B,D, & 4A)	76	30
Obligated balance, net - beginning of period (Line 12)		
Obligated balance transferred, net (line 13)		
Less: obligated balance, net - end of period (Line 14)		
Total Outlays (line 15)	143	0

## NOTES TO THE FINANCIAL STATEMENTS

**Note 2. Fund Balances with Treasury:****A. Fund Balances:**

	Entity <u>Assets</u>	Non-Entity <u>Assets</u>	<u>Total</u>
(2) Revolving Funds	\$ 42	0	\$42
(3) Appropriated Funds	<u>0</u>	<u>0</u>	<u>0</u>
Total	42	0	42

**Note 7. Loans and Loan Guarantees, Non-Federal Borrowers:****C1. Direct Loans After FY 1991:**

Loan <u>Programs</u>	Loans Receivable, <u>Gross</u> 135	Interest <u>Receivable</u>	Foreclosed <u>Property</u>	Allowance for Subsidy Cost (Present <u>Value</u> ) 8	Value of Assets Related Direct <u>Loans</u> 143
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**H. Subsidy Expense for Post-1991 direct Loans:****1. Current Year's Direct Loans**

Loan <u>Programs</u>	<u>Defaults</u>	<u>Fees</u>	Interest Supple- <u>ments</u>	<u>Other</u>	<u>Total</u>
					\$(30)

**2. Direct Loan Modifications and Re-estimates**

<u>Loan Programs</u>	<u>Modifications</u>	<u>Re-estimates</u>
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(1)\_\_\_\_\_